



Agenda Item B.2
CONSENT CALENDAR
Meeting Date: May 05, 2009

TO: Mayor and Councilmembers

FROM: Tina Rivera, Finance Director

SUBJECT: Acceptance of Quarterly Treasurer's Report for the Quarter Ending March 31, 2009

RECOMMENDATION:

Accept the Quarterly Treasurer's Report for the Quarter Ending March 31, 2009.

BACKGROUND:

Up until March 04, 2009, the City has invested most of its inactive cash in the Local Agency Investment Fund (LAIF) pool. On March 04, 2009 the City withdrew \$11 million from LAIF and invested those funds with Santa Barbara Bank and Trust (SBBT).

As of March 31, 2009, the City has approximately \$8.2 million invested in LAIF. In addition, the City maintains a cash balance in its general checking account of approximately \$10.3 million which is now considered an investment for the City. The City's payroll checking account receives transfers from the general checking account to satisfy payroll warrants.

DISCUSSION:

Total cash and investments as of March 31, 2009, were \$18,600,719.78. The City earned 1.91% on the investments in the Local Agency Investment Fund (LAIF) during the quarter and 2.20% return on investments with SBBT for the month of March. The March LAIF quarterly investment return compares unfavorably to the 2.54% received in December. The Treasurer's Report for the quarter ending March 31, 2009 is included as Attachment 1.

FISCAL IMPACTS:

Interest income of \$203,000 was projected for the General Fund in FY 2008/09, part of which is interest earned on the \$2.5 million loan to the RDA. If the rate of return continues to decrease throughout the remainder of the fiscal year, interest income revenues will be under projections by approximately \$25,000. As part of the third quarter financial report, a reduction in interest revenues will be recommended.

Meeting Date: May 05, 2009

Reviewed by:

Approved by:

Michelle Greene
Administrative
Services Director

Dan Singer
City Manager

ATTACHMENT:

1. Treasurer's Report for the Quarter Ending March 31, 2009

CITY OF GOLETA
TREASURER'S REPORT
March 31, 2009

CASH AND INVESTMENTS

	<u>Book Value</u>	<u>Market Value</u>
Cash		
Santa Barbara Bank and Trust -- Payroll	\$ -	\$ -
Petty Cash	500.00	500.00
Total Cash	<u>500.00</u>	<u>500.00</u>
Investments		
Local Agency Investment Fund (LAIF)	8,239,357.46	8,254,431.63
Santa Barbara Bank and Trust -- General	10,360,862.32	10,360,862.32
Total Investments	<u>18,600,219.78</u>	<u>18,615,293.95</u>
Total Cash and Investments	<u>\$ 18,600,719.78</u>	<u>\$ 18,615,793.95</u>
Current Quarter Investment Return		
Interest on Investments at SBBT	\$ 18,464.37	
Treasurer's Interest Rate for Quarter		
Interest Rate - (one-month average)	2.20%	
Interest on Investments at LAIF	\$ 76,800.35	
Treasurer's Interest Rate for Quarter		
Interest Rate	1.91%	

The City is able to meet its expenditure requirements for the next six months and complies with the Investment Policy.